Before the FEDERAL COMMUNICATIONS COMMISSION Washington, D.C. 20554

In the Matter of)	
Policy and Rules Concerning the)	CC Docket No. 96-61
Interstate, Interexchange Marketplace)	(Phase II)
)	
)	DOCKET FILE COPY ORIGINAL
Implementation of Section 254(g) of the)	DOCKET FILE COPY CHIGINAL
Communications Act of 1934, as amended	1	

NYNEX REPLY COMMENTS

INTRODUCTION AND SUMMARY

The NYNEX Telephone Companies¹ ("NYNEX") hereby respond to the comments of other parties addressing Sections III. VII-VIII of the Notice of Proposed Rulemaking ("NPRM") in this proceeding ("Phase II"). In our Comments, NYNEX showed that the Commission should exercise its forbearance authority to permit the detariffing of interstate, interexchange services in order to advance the public interest by enhancing long distance competition; that it must do so for all interstate carriers, including the former Bell Operating Companies ("BOCs"), to fully effectuate the competitive environment that the Congress and the Commission seek to implement; and that all carriers should be permitted to market a package of customer premises equipment ("CPE") and interstate, interexchange services as required to serve customer needs.

The NYNEX Telephone Companies are New England Telephone and Telegraph Company and New York Telephone Company.

Although NYNEX's views are supported by many commenters, others argue against even permissive detariffing (or propose that the Commission establish new tariff "posting" rules which would largely negate the pro-competitive advantages of detariffing); against applying the same tariff forbearance to BOC provision of long-distance services; and against permitting the combined ("bundled") offer of CPE and interstate, interexchange services. Adoption of these views would diminish marketplace competition and public benefit in favor of greater — not lesser — regulation, a direction wholly contrary to national telecommunications policy as established by Congress and pursued by the Commission.

The Commission began this proceeding by observing that, with respect to detariffing and CPE unbundling, "we seek to promote competition by reducing or eliminating existing regulations that may no longer be in the public interest . . ."

(NPRM ¶ 4). As discussed below, NYNEX favors the deregulatory approach outlined in the NPRM, and urges the Commission to utilize fully its statutory authority (including its new Section 10 forbearance authority) to promote and encourage competition by eliminating these impediments to greater competition.

I. THE RECORD SUPPORTS THE PERMISSIVE DETARIFFING OF LONG DISTANCE SERVICES FOR ALL CARRIERS

NYNEX has concurred with the Commission's tentative conclusion that the Telecommunications Act of 1996 ("the Act") requires the Commission to forbear from mandatory tariffing of non-dominant interexchange carriers' domestic, interstate

services.² We have shown that the Commission should afford this treatment to all interexchange service providers, including the BOCs.³ The record substantially supports the Commission's application of forbearance on a permissive basis, <u>i.e.</u>, detariffing should not be a uniform mandate imposed on the industry.⁴

The contentions of those parties opposing even permissive detariffing miss the mark.⁵ They ignore the reality that intense competition in the interexchange marketplace -- especially with BOC entry -- will effectively substitute for regulation in protecting consumer interests and securing public benefits.⁶ Such parties also do not recognize that the permissive approach will allow for tariffing to be utilized in instances where it would be beneficial, e.g., by reducing transaction costs.⁷ As U S West indicates (pp. 4-5), tariffs permit general offerings to be made with a minimum of complexity, an important issue when a carrier serves millions of customers. Furthermore, permissive detariffing is the most deregulatory approach, and most consistent with Congress' aims, since it enables competing providers, rather than government regulators, to determine how best to structure their offerings and compete in the marketplace.⁸

² See NPRM at ¶ 19; NYNEX 2-3.

³ NYNEX 2-5.

See, e.g., AT&T, Sprint, LDDS WorldCom, Cable & Wireless, GTE, Frontier, MFS, Bell Atlantic, U S West, Pacific Tel., CompTel.

See, e.g., Alabama PSC, Louisiana PSC, Missouri PSC. Ohio Office of Consumers Counsel, Tennessee Attorney General.

In any case, the complaint process will still be available

See, e.g. Comments of Ameritech (pp. 1-3) at which extol the benefits of tariffs in establishing clear customer-carrier relationships.

⁸ E.g., Pacific Tel. 5.

Those commenters that would single out the BOCs for disparate treatment, <u>i.e.</u>, required tariffing, are wrong. It bears emphasis that the BOCs will be entering the fiercely long distance market competition without any market positioning. As "new entrants," required tariffing for the BOCs would subject them to serious competitive disadvantage and nullify the benefits of increased competition they can bring to the interexchange market.

Finally, some commenting parties propose surrogates for tariffing such as non-tariff filings with the FCC¹⁰ or public posting of rate information.¹¹ Such proposals should not be adopted since they would be administratively burdensome, negate the simplification and cost-saving benefits of detariffing, and not effectively remedy the current issue of price collusion (see Section II, infra).

II. BOC LONG DISTANCE DETARIFFING IS NECESSARY AS A PRO-COMPETITIVE REMEDY TO STIMULATE MARKETPLACE PRICE COMPETITION

In the NPRM the Commission properly indicated that it had two primary means of enhancing competition in the interstate, interexchange markets: (1) to eliminate tariff requirements which, <u>inter alia</u>, contributed to a lack of price competition; and (2) to enable the competitive entry of the BOCs into these markets (NPRM ¶ 81).

As NYNEX earlier pointed out, these actions are both individually and collectively necessary. That is, while each step will help individually open the long distance markets

⁹ E.g., ACTA, CompTel, LDDS WorldCom.

¹⁰ E.g., Rural Tel. Coalition.

E.g., GSA, NARUC.

to competition, the greatest consumer good will be realized by enabling <u>effective</u> BOC entry on the same, deregulatory terms as are applied to market incumbents (NYNEX 3-5).

Not surprisingly, effective BOC entry is opposed by the same market incumbents. First, they argue that there is no tacit price collusion among incumbents. From this vantage point, they argue essentially that effective BOC entry is not necessary. To a large extent, all of their arguments that conditions for "collusion" do not exist (AT&T 22-23) or that discounting is substantial (MCI 21) are largely irrelevant. Whether active or tacit "price collusion" exists or not, there can be no denying the overwhelming evidence that these markets are not characterized by price competition. Prices of the major long distance carriers have long tracked one another, resisting competition even when BOC access charges decline substantially. Congress and the Commission are right to conclude that BOC entry is necessary to disrupt the price leadership umbrella that is blatantly sheltering marketplace incumbents to the detriment of consumers. Even if the consumer gain were just a fraction of the potential \$ 24 billion savings presented by Professor McAvoy, the Commission must act to secure this gain for consumers.

¹² See, e.g. MCI 19-22.

See, e.g., LDDS WorldCom 19 ("there seems little need for the Commission to proceed further on this issue.") Similarly, AT&T advises that "there is no economic basis for concluding that additional facilities-based entry would materially reduce the negligible (at most) risk of coordinated pricing" (AT&T 24). It is no surprise that market incumbents wish to limit competition in the marketplace. However, it is ironic (and important) that AT&T bases its arguments against the potential for collusion on "the absence of significant barriers to entry" (AT&T 23). The Commission should ignore AT&T's proposal to keep BOCs out of long distance in favor of reducing further "barriers to entry" in keeping with AT&T's own arguments.

BellSouth 4-16 and attached affidavits of Professors Hausman and McAvoy.

BellSouth 24. Remarkably, ACTA hypothesizes AT&T/BOC "collusion" based on their common heritage (ACTA 16). This argument, of course, ignores more than a decade of history and experience, the fact that the BOC "new entrants" will begin as resellers, and that current "price leadership"

Second, some commenters argue that the BOCs should not be afforded tariff relief because they are still considered "dominant carriers" in the long distance market until other Commission proceedings are completed. As shown in detail in Phase I of this proceeding, this classification should be expeditiously changed because it is only a vestigial artifact of 1980's regulatory decisions not yet brought abreast of 1990's marketplace realities. Further, it has been shown that the application of "dominant" carrier regulations (e.g., tariff filing delays, Section 214 approvals) work to the detriment of competition and consumers, as long recognized by the Commission itself. This point is underscored in this proceeding by the consumers themselves.

Third, some commenters argue that the BOCs should not be detariffed because of their alleged potential to diminish competition through misuse of their local exchange facilities. ²⁰ There is no proof of the incentive or potential for such conduct for any BOC long distance services, most especially not for the "out-of-region" services at issue herein. It has been repeatedly shown that the speculative abuses would be both impractical of

amongst today's major players will be made more difficult -- not easier -- by BOC market entry. It should simply be dismissed.

¹⁶ CompTel 19.

¹⁷ See NYNEX Comments and Reply Comments in Phase I of this proceeding.

See NYNEX Comments and Reply Comments, <u>In the Matter of Bell Operating Company Provision of Out-of-Region Interstate</u>, <u>Interexchange Services</u>, Notice of Proposed Rulemaking, FCC No. 96-59, CC Docket 96-21 (released February 14, 1996).

Corporate Telecom Managers 3-6. These consumers also forcefully make the point that BOC "inregion" market entry is required to advance the public interest.

See, e.g., LDDS WorldCom 16.

execution and self-defeating in effect.²¹ These arguments need not be repeated here.

Moreover, even assuming <u>arguendo</u> that these arguments had merit (which they do not), they would provide a basis for reviewing exchange access regulation, not for burdening new competitive long distance efforts.²²

Fourth, CompTel argues that Commission consideration of detariffing for the BOCs should be held off until "significant experience" is gained about their interexchange business. ²³ There are several substantial flaws in this approach. As a matter of national telecommunications policy, the BOCs are not being "fit" into the existing marketplace; rather, they have been released from the confinement of the MFJ affirmatively to disrupt the tacit price umbrella and to provoke more active price competition, even among market incumbents. Further, there is no interest in the part of the Congress or the Commission to effect a "steady state" in regulation. On the contrary, the Commission has been given new authority to pursue a deregulatory policy. Perhaps most importantly, the delay sought would encumber not just the BOCs, but also the consumers who will benefit from prompt, effective competition.

For all of these reasons, this "wait-and-see" approach should be rejected. The Commission properly seeks in the NPRM to encourage and promote interstate,

NYNEX Reply (Phase I), filed May 3, 1996 at 9-14. Significantly, AT&T again confuses Congress's conditional approach to BOC "in-region" long distance services (Sections 271-271 of the 1996 Act) with its unconditional approach to "out-of-region" markets (AT&T 25).

Indeed, even the proponents of these arguments recognize that they essentially relate to arguments for BOC access regulation, not long distance service burdens, e.g., LDDS WorldCom 15, n. 41 ("[i]t should be noted that the LEC's interstate access tariffs are not affected in any way should the Commission adopt its proposed forbearance policy".

CompTel 19.

interexchange competition for the benefit of consumers. To achieve its goals, it must enable prompt, effective BOC long distance market entry on the same detariffed basis it should adopt for all other carriers.²⁴

III. PARTIES DO NOT JUSTIFY A CONTINUED BAR ON CARRIERS' BUNDLING OF CPE WITH INTERSTATE, INTEREXCHANGE SERVICES

While the Commission's proposal (NPRM ¶ 88) to allow non-dominant interexchange carriers to bundle CPE with interstate. interexchange services has considerable merit, we have indicated the importance of extending the benefit of this regulatory relief to all carriers. MCI's proposal (p. 25) for a one-year trial period for bundling should not be adopted. That proposal would introduce an additional administrative/regulatory process that is unnecessary since the Commission can always waive or modify its rules if the public interest so requires. In any case, the continued availability of unbundled offerings separate from the offerings to be bundled, as supported by NYNEX. Will provide a safeguard as the new policy is effected.

A few parties would single out the BOCs and deprive them of the benefits of removing the no-bundling rule. These parties assert that BOC dominance in exchange access and local exchange markets justifies this approach.²⁷ Those parties' arguments

MCI argues that the BOCs may not decide to provide additional competition to it and the other long distance marketplace incumbents (MCI 20, n. 29). Certainly, the BOCs will compete. That is not in doubt. What is important, however, is that the Commission set rules for effective BOC entry. If it follows the suggestions of MCI and other incumbents, it will impede, not promote, such competitive entry.

²⁵ NYNEX 5-7. See also Bell Atlantic, U S West, SBC

See also GTE, Pacific Tel., TRA.

²⁷ See Compaq 4, MCI 26-27

9

should be rejected. The relevant market for the removal of the CPE no-bundling rule is the domestic interstate, interexchange market, in which the BOCs as new entrants will certainly lack any dominating influence. As highlighted by Bell Atlantic (p. 6), denying new entrants the regulatory flexibility to offer services comparable to those of the incumbents would hurt consumers and undermine the very competition that Congress and

the FCC are relying upon the BOCs to bring to the market.

IV. <u>CONCLUSION</u>

The Commission should reject the views and proposals of commenters which seek to promote continued and additional regulation, not greater competition, as national telecommunications policy. As proposed in the NPRM, the Commission should and may lawfully now remove tariffing and CPE "unbundling" requirements from all carriers' provision of domestic, interstate, interexchange services. Importantly, this same procompetitive deregulatory approach must be applied to the former BOCs as new entrants into these markets to realize the public interest benefits both Congress and the Commission properly seek to secure.

Respectfully submitted,

The NYNEX Telephone Companies

Campbell L. Ayling

Donald C. Rowe

1111 Westchester Avenue White Plains, New York 10604 Telephone (914) 644-6306 Their Attorneys

Dated: May 24, 1996

CERTIFICATE OF SERVICE

I, Susan Sonnenberg hereby certify that on the 24th day of May,
1996, a copy of the foregoing NYNEX Reply Comments in

CC Docket No. 96-61 (Phase II) was served on each of the parties listed on the attached Service List by first class U.S. mail, postage prepaid.

Susan Sonnenberg

Roy E. Hoffinger Mark C. Rosenblum Ava B. Kleinman AT&T Corporation Room 324511 295 North Maple Avenue Basking Ridge, NJ 07920

Ellen G. Block
James S. Blaszak
Henry D. Levine
Levine, Blaszak, Block & Boothby
Counsel for the Ad Hoc Telecommunications
Users Committee
1300 Connecticut Avenue, NW, Suite 500
Washington, DC 20036

Lon C. Levin AMSC Subsidiary Corporation 10802 Park Ridge Boulevard Reston, VA 22091

Albert H. Kramer Robert F. Aldrich Dickstein, Shapiro & Morin, LLP Attorneys for American Public Communications Council 2101 L Street, N.W. Washingtonm DC 20037-1526

Charles H. Helein
Helein & Associates, P.C.
Attorneys for
America's Carriers Telecommunication Association
8180 Greensboro Drive
Suite 700
McLean, VA 22102

Rodney L. Joyce Ginsburg, Feldman and Bress Attorneys for Ad Hoc Coalition of Corporate Telecommunications Managers 1250 Connecticut Avenue, N.W. Washington, D.C. 20036

Robert M. Halperin Crowell & Moring Attorneys for The State of Alaska 1001 Pennsylvania Avenue, N.W. Washington,m D.C. 20004

Brian Turner Ashby Keller and Heckman Attorneys for The American Petroleum Institute 1001 G Street, NW Suite 500 West Washington, DC 20001

Glenn S. Richards Stephen J. Berman Fisher Wayland Cooper Leader & Zaragoza, LLP Attorneys for American Telegram Corporation 2001 Pennsylvania Avenue, N.W. Suite 400 Washington, D.C. 20006

Gary L. Phillips Ameritech 1401 H Street, N.W. Suite 1020 Washington, D.C. 20005 Ms. Bettye Gardner
The Association For The Study Of Afro-American
Life And History, Inc.
1407 Fourteenth Street, N.W.
Washington, D.C. 20005-3704

Gail L. Polivy GTE Service Corporation 1850 M Street. N.W. Suite 1200 Washington, D.C. 20036

Jonathan Jacob Nadler
Squire, Sanders & Dempsey
Attorneys for
Independent Data Communications
Manufacturers Association
1201 Pennsylvania Avenue, N.W.
PO Box 407
Washington, D.C. 20044

Joseph P. Markoski Squire, Sanders & Dempsey Attorneys for Information Technology Association of America 1201 Pennsylvania Avenue, N.W. PO Box 407 Washington, D.C.

Donna N. Lampert
Fernando R.
Attorneys for JAMA Corporation
Mintz, Levin, Cohn, Ferris, Glovsky and Popeo, P.C.
701 Pennsylvania Avenue, N.W.
Suite 900
Washington, D.C. 20004

Robert J. Aamoth Jonathan E. Canis Reed Smith Shaw & McClay Counsel for LCI International Telecom Corp. 1301 K Street, N.W. Suite 1100-East Tower Washington, DC 20005

Catherine R. Sloan
Richard L. Fruchterman
Richard S. Whitt
WORLDCOM, INC.
d/b/a LDDS WorldCom
1120 Connecticut Avenue, N.W., Suite 400
Washington, DC 20036

Eileen Seidowitz Audits Unlimited, Inc. 139-15 83rd Avenue Briarwood, NY 11435

Edward Shakin
Bell Atlantic Telephone Companies
and Bell Atlantic Communications. Inc.
1320 North Court House Road
Arlington, VA 22201

Cheryl Lynn Schneider Joan M. Griffin BT North America Inc. 601 Pennsylvania Ave., NW Nort Building, Suite 725 Washington, DC 20004 John F. Beasley William B. Barfield Jim O. Llewellyn BellSouth 1155 Peachtree Street, NE, Suit 1800 Charles P. Featherstun David G. Richards BellSouth 1133 21st Street, NW Washington, DC 20036

Mark P. Sievers William B. Wilhelm, Jr. SWIDLER & BERLIN, CHTD. Business Telecom, Inc. 3000 K Street, N.W., Suite 300 Washington, D.C. 20007 Danny E. Adams
Edward A. Yorkgitis, Jr.
KELLEY DRYE & WARREN
Attorneys for Cable & Wireless, Inc.
1200 19th Street, N.W.
Washington, D.C. 20036

Randolph J. May
Timothy J. Cooney
SUTHERLAND, ASBILL & BRENNAN
Attorneys for Capital Cities/ABC, Inc.
CBS Inc.
National Broadcasting Company, Inc.
Turner Broadcasting System, Inc.
1275 Pennsylvania Avenue, N.W.
Washington, DC 20004-2404

Winston R. Pittman Chrysler Minority Dealer Association 2777 Franklin Road Southfield, MI 48034

Natalie Marine-Street
Telco Communications Group, Inc.
Long Distance Wholesale Club
4219 Lafayette Center Drive
Chantilly, VA 22021

Michael G. Hoffman Vartec Telecom, Inc. 3200 W Pleasant Run Road Lancaster, TX 75146

Wayne Leighton James Gattuso Citizens For a Sound Economy Foundation 1250 H Street, NW, Suite 700 Washington, DC 20005 Robert A. Mazer Albert Shuldiner Vinson & Elkins Attorneys for COMPAQ Computer Corporation 1455 Pennsylvania Avenue, N.W. Washington, DC 20004-1008 Robert J. Aamoth
Jonathan E. Canis
Reed Smith Shaw & McClay
Counsel for
Competitive Telecommunications Association
1301 K Street, N.W.
Suite 1100-East Tower
Washington, DC 20005

Bradley Stillman Counsel for Consumer Federation of America and Consumers Union 1424 16th Street, NW, Suite 604 Washington, DC 20036

Thomas K. Crowe
Michael B Adams, Jr.
Law Offices of Thomas K. Crowe, P.C.
Counsel for Excel Telecommunications, Inc.
2300 M Street, N.W.
Suite 800
Washington, D.C. 20037

Michael J. Shortley, III Attorney for Frontier Corporation 180 South Clinton Avenue Rochester, NY 14646

Emily C. Hewitt Vincent L. Crivella Michael J. Ettner General Services Administration 18th & F Streets, N.W., Rm. 4002 John W. Pettit
Sue W. Bladek
Richard J. Arsenault
Drinker Biddle & Reath
Countel for
Consumer Electronics Retailers Coalition
901 Fifteenth Street, N.W.
Washington, DC 20005

Dana Frix
Morton J. Posner
Swidler & Berlin, Chtd.
Counsel for Eastern Telephone Systems, Inc.
d/b/a Eastern Tel Long Distance Service, Inc.
3000 K Street, N.W., Suite 300
Washington, DC 20007

Stuart Zimmerman Fone Saver, LLC 733 Summer Street, Suite 306 Stamford, CT 06901

Kathy L. Shobert General Communication, Inc. 901 15th Street, NW, Suite 900 Washington, DC 20005

Gerald Hunter 558 Arlington Place Cedarhurst, New York 11516 William H. Smith, Jr., Chief Bureau of Rate and Safety Evaluation Iowa Utilities Board Lucas State Office Building Des Moines, Iowa 50319 Lawrence C. St.Blanc Gayle T. Kellner, Esq. Louisiana Public Service Commission P.O. Box 91154 Baton Rouge, LA 70821-9154

Donald J. Elardo Frank W. Krogh Larry A. Blosser Mary J. Sisak MCI Telecommunications Corporation 1801 Pennsylvania Avenue, N.W. Washington, DC 20006 Robert L. Boxer MOSCOM Corporation 3750 Monroe Avenue Pittsford, NY 14534

Andrew D. Lipman
Erin M. Reilly
Swidler & Berlin, Chartered
Attorneys for MFS Communications Company, Inc.
3000 K Street, N.W., Suite 300
Washington, DC 20007

Dr. Robert Self dba Market Dynamics 4641 Montgomery Avenue #515 Bethesda, MD 20814-3488

Eric Witte Attorney for the Missouri Public Service Commission PO Box 360 Jefferson City, Missouri 65102

John Abernathy Network Analysis Center, Inc. 45 Executive Drive Suite GL3 Plainview, NY 11803

Aliceann Wohlbruck National Association of Development Organizations 444 North Capitol Street Suite 630 Washington, DC 20001 Paul Rodgers
Charles D. Gray
James Bradford Ramsay
National Association of
Regulatory Utility Commissioners
1201 Constitution Avenue, Suite 1102
PO Box 684
Washington, DC 20044

Mary McDermott Linda Kent Charles D. Cosson United States Telephone Association 1401 H Street, N.W., Suite 600 Washington, DC 20005

Helen E. Disenhaus Kathy L. Cooper Swidler & Berlin, Chartered Attorneys for Ursus Telecom Corporation 3000 K Street, N.W. Suite 300 Washington, DC 20007

Dana Frix Morton J. Posner Swidler & Berlin, Chtd. Counsel for WinStar Communications, Inc. 3000 K Street, N.W., Suite 300 Washingtonm DC 20007

Michael Sussman Zankle Worldwide Telecom 1013 Centre Road, #350 Wilmington, DE 19805

Carl Wayne Smith Chief Regulatory Counsel, Telecommunications, DOD Defense Information Systems Agency 701 S. Courthouse Road Arlington, VA 22204 Robert B. McKenna Coleen M. Egan Helmreich US West, Inc. 1020 19th Street, N.W. Suite 700 Washington, DC 20036

Jeffrey L. Sheldon Sean A. Stokes UTC 1140 Connecticut Avenue, N.W. Suite 1140 Washington, DC 20036

William H. Welling Chairman, CEO Xiox Corporation 677 Airport Boulevard Suite 700 Burlingame, CA 94010

Marlin D. Ard John W. Bogy Pacific Telesis Group 140 New Montgomery Street Room 1530A San Francisco, California 94105

James D. Ellis Robert M. Lynch David F. Brown SBC Communications 175 E. Houston Room 1254 San Antonio, TX 78205 Michael Sussman 112 Croyden Avenue Great Neck, NY 11023 Betty D. Montgomery Duane W. Luckey Steven T. Nourse Public Utilities Section 180 East Broad Street Columbus, OH 43215-3793

Cheryl A. Tritt
Joan E. Neal
MORRISON & FOERSTER, LLP
Counsel for the
Telecommunications Management Information
Systems Coalition
2000 Pennsylvania Avenue, N.W.
Suite 5500
Washington, DC 20006

Allen P. Stayman
Director
Office of Insular Affairs
United States Department of the Interior
Office of the Secretary
Washington, D.C. 20240

Charles C. Hunter HUNTER & MOW, P.C. Attorney for Telecommunications Resellers Association 1620 I Street, N.W. Suite 701 Washington, DC 20006 John Crump Executive Director National Bar Association 1225 11th Street, N.W. Washington, DC 20001

Alan Kohler Veronica A. Smith John F. Povilaitis Pennsylvania Public Utility Commission PO Box 3265 Harrisburg, PA 17105-3265 David C. Bergmann Assistant Consumers' Counsel The Office of the Ohio Consumers' Counsel 77 South High Street, 15th Floor Columbus, OH 43266-0550

Susan Drombetta Scherers Communictions Group, Inc. 575 Scherers Court Worthington, OH 43085 Leon M. Kestenbaum Jay C. Keithley Michael B. Fingehut SPRINT CORPORATION 1850 M Street, N.W., 11th fl. Washington, D.C. 20036 Dina M. Gallo
Executive Vice President & General Counsel
Systems Design & Development, Inc.
Atrium Financial Center
1515 N. Federal Highway
Suite 212
Boca Raton, FL. 33432

Kevin Loflin 159 Ivy Dale Road Harmony, N.C. 28634

William B. Goddard Telecommunications Information Services 4613 West Chester Pike Newtown Square, PA 19073 Natalie Marine-Street Telco Communications Group, Inc. Long Distance Wholesale Club 4219 Lafayette Center Drive Chantilly, VA 22021

Earl Pace Founder & Chair National Black Data Processors Association 1250 Connecticut Avenue, N.W. Suite 600 Washington, D.C. 20036 Samuel A. Simon Counsel Telecommunications Research & Action Center 901 15th Street, N.W., Suite 230 Washington, D.C. 20005

Rodney L. Joyce Ginsburg, Feldman and Bress 1250 Connecticut Avenue, N.W. Washington, D.C. 20036

9661-2sl.doc